2 2 MAN 1958

The Honorable Maurice H. Stans Director Bureau of the Budget Washington 25, D. C.

Dear Mr. Stans:

The State Department has forwarded to the Bureau for review legislative proposals to amend the Foreign Service Act of 1946, as amended.

STAT

Mr. Loy fienderson has communicated with _______ concerning the provisions of section ll of State's proposals. This section would provide authority for the extension of appointments of Foreign Service Reserve efficers, not to exceed an additional five years, where the Secretary of State doesns such extension or reappointment to be in the public interest. Where the reappointment involves an individual formerly employed by another Government agency the appointment may not be extended without the consent of the head of the agency concerned.

In his letter dated 6 May 1958, Mr. Henderson provided the reasons for proposing the new section II. We believe the proposal is sound and its enactment is urgently required to meet current problems of this Agency.

We have reviewed the State Department draft amendments in their entirety and have no objection to any of the previsions contained therein. They present desirable objectives which we believe would promote the efficiency of the Foreign Service.

We wish to note in passing that section 27(b) of State's proposal, amending section 803 of the Foreign Service Act, as amended, provides for the participation of Foreign Service staff officers and employees in the Foreign Service Settrement and Disability System under certain circumstances. We have discussed this provision with State Department

| DASUMENT NO | |
|---|--|
| NO CHANGE IN CLASS 🔲 | (EXECUTED PROPERTY OF THE PARTY |
| STAN PACKORP CO: TS S CO . | (Lilla United States of St |
| MENT REVIEW CATE: 2011 | 2/04 : CIA-RDP80R01731R000700420009-4 |
| AUTH: HR/Alphoroved For Release 2003/12 | 2/04 : CIA-RDP80R01731R000700420009-4 |
| DATE 1 / 2/8/ REVIEWER: | |

| | representatives who advise that the Department feels there is sufficient latitude in the language | 25X1 |
|------|---|------------|
| STAT | • | |
| | If the Sureau of the Budget should require further information or wish to discuss these or other matters pertaining to the State Department proposals, please call our Legislative Counsel, Mr. John S. Warner. | STA |
| | Sincerely, | |
| | Signed | |
| | Allen W. Dulles Director | • |
| | Distribution: O & 1 - Addressee 1 - DCI was reached. 1 - DDCI - based. 1 - ER 1 - DD/S | |
| STAT | 1 - DD/P - 1 - Office of Personnel - 1 - Comptroller 1 - Legislative Counsel Whas in | STAT |
| | OGC/LC:GLCJr:mks (16 May 1958) concurred per T.R. | ₩ . |

1 14 23 9 45 AM 5/8

ApproVEMP8ANDNUS F2003/12/P4 & GATEDP80R01731R000700420009-4

The Bureau of the Budget has requested Agency comment on the Omnibus bill submitted by the State Department to amend the Foreign Service Act. State is pushing hard in an attempt to get consideration of this bill in this Congress.

Under Secretary Henderson's letter to Budget is attached also,

Assistant to the Legislative Counsel

16 May 1958 (DATE) Approved For Release 2003/12/04 : CIA-RDP80R01731R000700420009-4

FORM NO. REPLACES FORM 10-101 FORM NO. 101 REPLACES FORM 10-1 aug 54 101 WHICH MAY BE USED.

STAT

STAT

Appressed For Releases 2663712/647/CN TOB ASPRESS 1751 Hoppress 0420009-4 CENTRAL INTELLIGENCE AGENCY OFFICIAL ROUTING SLIP DATE INITIALS NAME AND ADDRESS то 1 EO/DCI 221 Admin. 2 3 4 5 PREPARE REPLY DIRECT REPLY ACTION RECOMMENDATION DISPATCH APPROVAL FILE RETURN COMMENT SIGNATURE CONCURRENCE INFORMATION Remarks: Per our conversation, Mr. Houston has initialled the DCI copy and noted DDP concurrance. FOLD HERE TO RETURN TO SENDER DATE FROM: NAME, ADDRESS AND PHONE NO.

STAT

STAT

STAT

Replaces Form 30-4 which may be used. FORM NO. 237

20009-4 ↓ U. S. GOVERNMENT PRINTING OFFICE: 1955—O-342531

5/21/58

STAT